

## State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA

Division Director

March 5, 2012

Carsten Mortensen P. O. Box 387 Coalville, Utah 84017

Subject: Approval of Reclamation Surety Reduction Request, Utelite Corporation, Grass Creek Utelite

Mine, S/043/0029, Summit County, Utah

Dear Mr. Mortensen:

The Division of Oil, Gas and Mining approves your request to reduce the reclamation surety amount for the Grass Creek Utelite mine. The surety amount may be reduced to no less than \$8200.00.

This reduction can be done by submitting a rider to the existing surety bond or by submitting cash or a new letter of credit or certificate of deposit. Please contact the Division's bonding coordinator, Penny Berry, at 801-538-5291 or by e mail at <a href="mailto:bondcoordinator@gmail.com">bondcoordinator@gmail.com</a> for information about submitting a new bond or a rider. Other questions may be addressed to me at 801-538-5261 or Leslie Heppler at 801-538-5257.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB:pb

Enclosed: Copy of letter to Lexon Insurance Company

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